



The Punjab Entertainment Duty Act, 1955

Act 16 of 1955

Keyword(s):

Admission to an Entertainment, Entertainment Tax Officer, Entertainment, Payment for Admission, Proprietor, Ticket

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The Punjab Entertainments Duty Act, 1955
Punjab Act No. 16 of 1955.

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THE PUNJAB ENTERTAINMENTS DUTY ACT, 1955

Punjab Act No. 16 of 1955.

(Received the assent of the Governor of Punjab, on the 3rd November, 1955 and was first published in the *Punjab Government Gazette* (Extraordinary) of the 4th November, 1955)

1	2	3	4
Year	No	short title	Whether repealed or otherwise affected by legislation.
1955	16	The Punjab Entertainments Duty Act, 1955 ¹	Extended to the territories which, immediately before the 1st November, 1956, were comprised in the State of Patiala and East Punjab State Union, by Punjab Act, No. 23 of 1957 ² Amended by Punjab Act. No. 32 of 1957 ³ Amended by Punjab Act No 5 of 1963 ⁴ Amended by Punjab Act No. 28 of 1963 ⁵ Amended by Punjab Act No. 25 of 1964 ⁶ Amended by Punjab Act No. 10 of 1965 ⁷ Amended by the Adaptation Punjab Laws order 1970. Amended by Punjab Act 3 of 1971 ⁸ Amendment by Punjab Act 2 of 1973 ⁹ Amendment by Punjab Act 21 of 1973 ¹⁰

AN
ACT

to provide for the levy of an entertainment duty in respect of admission to public entertainments.

BE it enacted by the Legislature of the State of Punjab in the Sixth Year of the Republic of India as follows:-

1. (1) This Act may be called the Punjab Entertainments Duty Act, 1955.

Short title, extent and commencement.

¹ For Statement of Objects and Reasons see *Punjab Government Gazette* (Extraordinary), 1954, Page 335.

² For Statement of Objects and Reasons see *Punjab Government Gazette* (Extraordinary), 1957, Page 689.

³ For Statement of Objects and Reasons see *Punjab Government Gazette* (Extraordinary) 1957, Page 1744.

⁴ For Statement of Objects and Reasons, see *Punjab Government Gazette* (Extraordinary) 1963, Page 199.

⁵ For Statement of Objects and Reason, see *Punjab Government Gazette* (Extraordinary) 1963, page 959.

⁶ For Statement of objects and Reasons, see *Punjab Government Gazette* (Extraordinary) 1964 pages 935 to 937.

⁷ For Statement of Objects and Reason, see *Punjab Government Gazette* (Extraordinary) 1965 page 465.

⁸ For Statement of Objects and Reasons, see *Punjab Government Gazette* (Extraordinary), 1971 page 64.

⁹ For Statement of Objects and Reasons, see *Punjab Government Gazette* (Extraordinary), 1972 page 1484.

¹⁰ For Statement of Objects and Reasons, see *Punjab Government Gazette* (Extraordinary), 1973 page 270.

¹[(2) It extends to the whole of the State of Punjab].

(3) It shall come into force at once.

Definitions.

2. In this Act unless the context otherwise requires—

- (a) admission to an entertainment, includes admission to any place in which the entertainment is being held or is to be held;
- (b) 'Commissioner' means the Excise and Taxation Commissioner Punjab, for the time being ;
- (c) 'Entertainment Tax officer, means the officer appointed as such under this Act;
- (d) 'entertainment' includes any exhibition, performance, amusement, game, sport or race to which persons are ordinarily admitted on payment.
- (e) 'Payment for admission' includes—
 - (i) any payment made by a person admitted to any part of a place of entertainment and in a case where such person is subsequently admitted to another part thereof for admission to which an additional payment is required such additional payment, whether actually made or not;
 - ²[(ii) in cases of free, surreptitious, unauthorised or concessional entry, whether with or without the knowledge of the proprietor, the payment which would have been made if the person concerned had been admitted on payment of the full charges ordinarily chargeable for such admission].
 - (iii) any payment for any purpose whatsoever connected with an entertainment which a person is required to make as a condition of attending or continuing to attend the entertainment in addition to the payment, if any, for admission to the entertainment;
- (f) 'Prescribed' means prescribed by rules made under this Act;
- (g) 'Proprietor' in relation to any entertainment includes the owner, partner or a person responsible for the management there, of;
- (h) 'Government' means the Government of the State of Punjab; and
- (i) 'ticket' means the pass or token for the purpose of securing admission to an entertainment.

¹ Substituted by Punjab Act No.32 of 1957 section 2.

² Substituted by Punjab Act No. 10 of 1965 section 2.

3. (1) A person admitted to an entertainment shall be liable to pay an entertainments duty at a rate, not exceeding ¹[sixty per centum] of the payment for admission which the Government may specify, by a notification in this behalf, and the said duty shall be collected by the proprietor and rendered to the Government in the manner prescribed.

Duty on payments for admission to entertainments.

(2) A draft of the proposed order specifying the rate of entertainments duty referred to in sub-section (1) shall be notified for the information of all persons likely to be affected thereby and it shall take effect only after the Government has considered all objections received within a period of thirty days from the date of such publication, and has notified the same again, with or without modification:

Provided that if the Government consider that such an order should be brought into force at once the final notification may issue without previous publication:

Provided further that Government may impose an entertainments duty on complimentary tickets at a rate different from that imposed on other kinds of payment for admission subject to the maximum specified in sub-section (1).

(3) Untill such time as the duty referred to in sub-sections (1) and (2) has been finally notified, the entertainments duty shall be levied at the rates in force in this behalf immediately before the commencement of this Act.

²[(3A) Notwithstanding anything in this section the amount of duty shall be calculated to the nearest multiple of five naye paise by ignoring two naye paise or less and counting more than two naye paise as five naye paise.]

(4) The final notification specifying the rates of entertainment duty shall be laid before both the Houses of Legislature at the session immediately following its publication.

³[3A. (1) Notwithstanding anything contained in this Act, a person admitted to an entertainment shall be liable to pay an additional entertainments duty at the rate of ten paise per ticket.

Levy of additional entertainments duty.

(2) The previous of this Act shall, so far as may be, apply in relation to the additional entertainments duty chargeable under sub-section (1) as they apply in relation to the entertainments duty chargeable under section 3.]

4. Where the payment for admission to an entertainment is made in a consolidated sum in the form of a subscription or contribution to any society or a season ticket, or a right of admission to an entertainment or series of entertainments during a specified period or a privilege, right or facility combined with the right of admission without further payment, or a reduced charge, the entertainments duty shall be paid on the amount of the consolidated sum but where the Entertainment Tax Officer is of the opinion that the payment of

Payment made in a consolidated sum

¹ Substituted for 'half' by Punjab Act 3 of 1971, section 2.

² Inserted by Punjab Act No. 28 of 1963 section 2.

³ Section 3A inserted by Punjab Act 21 of 1973, section 2 from 23-4-73. Previously Section 3 A was inserted by President Act 22 of 1971 which remained in force from 15-11-71 to 16-11-73.

a consolidated sum or any payment for a ticket includes payment for other privileges, rights or facilities besides the admission to an entertainment, or is intended to secure admission to an entertainment, during a period when the duty has not been in operation, the duty shall be charged on such amount as appears to the Entertainment Tax Officer to represent the right of admission to entertainment for which a duty is payable.

5. The prescribed authority may, in the manner prescribed, require the proprietor of an entertainment to deposit as security for payment of entertainment duty under this Act, an amount not exceeding one thousand rupees in a Government treasury, and the same shall be so deposited.

6 For carrying out the purposes of this Act, the Government may appoint a person as Entertainment Tax Officer and such other persons as it think fit to assist the Commissioner.

7. The proprietor of an entertainment shall, in the manner prescribed, exhibit at the place of entertainment, the rates of payments for admission and the amount of entertainments duty payable on such rates.

8.(1) Except as otherwise provided in this Act, no person shall enter an entertainment unless he is in possession of a ticket or a complimentary ticket or a pass or a badge supplied by the employer under this Act and no person liable to pay entertainments duty shall so enter without having paid in the manner prescribed, the duty payable under this Act.

(2) A person who enters an entertainment without permission or surreptitiously with intent to evade the duty payable under this Act shall, on conviction by a Magistrate, be punishable with fine which may extend to Rs. 200 (rupees two hundred) and, in addition, be liable to pay such duty.

9. Nothing in this Act shall apply to *bonafide* employees of the proprietor, who are on duty in connection with the entertainment, or to the proprietor when on such duty.

10. (1) Save as otherwise provided by this Act no person shall be admitted on payment to any entertainment where the payment for admission is subject to entertainment duty except with a ticket stamped with an impressed, embossed, engraved or adhesive stamp (not used before) issued by the Government for the purposes of revenue and denoting that the proper entertainments duty has been paid.

(2) The Government may, on the application of the proprietor of any entertainment, in respect of which the entertainment duty is payable, permit the proprietor, on such conditions as the Government may prescribe, to pay the entertainments duty—

(a) by a consolidated payment of a percentage not exceeding [sixty per centum] of the gross payment for admission to the entertainment at the rate in force during the period concerned; or

1. Substituted for '50 per centum' by Punjab Act 3 of 1971, section 3; and deemed to have been substituted w.e.f. 25-8-1970.

Deposit of security by the proprietor.

Entertainment Tax Officer and other taxing authorities.

Posting of tables of rates of payments for admission at conspicuous places.
Penalty for non-payment of duty.

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- (b) in accordance with the returns of the payments for admission to the entertainment;
- (c) in accordance with the results recorded by any mechanical contrivance that automatically registers the number of persons admitted.

11. (1) No entertainments duty shall be levied on payment for admission to any entertainment where the Commissioner is satisfied on application made in this behalf in the prescribed manner that the whole of the net proceeds of the entertainment will be devoted to philanthropic, charitable, educational or scientific purposes which have been approved as such by the Government.

Entertainments
exempted from
payment of
duty.

(2) Nothing in this Act shall apply to any entertainment provided by the staff or students, or both, of an academic institution when the proceeds are intended for academic or charitable purposes.

(3) The Government may, for promotion of peace and international goodwill or encouragement of arts and crafts, sports or other public interest, by general or special order, exempt any entertainment or class of entertainments from liability to pay [either whole or any portion of] duty under this Act.

²[11-A. (1) Any person aggrieved by an order made by the prescribed authority under 3[* * * *] section 14-A may, in the prescribed manner, appeal to such higher authority as may be prescribed within thirty days of such order:

Appeal.

Provided that no appeal shall be entertained by such higher authority unless it is satisfied that the amount of duty due and the penalty, if any, imposed on the person has been paid:

Provided further that if such higher authority is satisfied that the person is unable to pay the duty due or the penalty, if any, imposed or both, it may, for reasons to be recorded in writing entertain the appeal without the duty or penalty or both having been paid.

(2) Subject to such rules of procedure as may be prescribed, the higher authority may pass on such appeal such orders as it may think fit].

12. The Commissioner or such other officer, as the Government may, by notification, appoint in this behalf may of his own motion or on application made, call for the record of any proceedings or order of any authority subordinate to him for the purpose of satisfying himself as to the legality or propriety of such proceedings or

Powers of revision.

1. Inserted by Puniab Act 2 of 1973, section 2.

2. Section 11-A inserted by Punjab Act No. 10 of 1965 section 3.

3. The words "sub-section (1) of" omitted by Punjab Act 2 of 1973, section 3.

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order and may pass such order in reference there to as he may deem fit;

[Provided that the Commissioner or the other officer may, before deciding such application, direct the applicant to deposit, in whole or in part, the amount of duty due, and the penalty, if any, imposed on him under this Act.]

Production and inspection of accounts and documents.

13. (1) The proprietor of an entertainment shall on being required to do so by an officer authorised by the Government in this behalf, produce before any officer of the Excise and Taxation Department, not below the rank of a Sub-Inspector as may be prescribed, any accounts or documents relevant to the sales of tickets including complimentary tickets and realisation of the entertainments duty due as may be necessary for the purposes of this Act.

(2) If any officer of Government mentioned in sub-section (1) has reason to suspect that the proprietor of any entertainment is attempting to evade the payment of any entertainments duty due from him under this Act, he may, for reasons to be recorded in writing, seize such accounts, registers or documents of the proprietor, as may be necessary and shall grant a receipt for the same and shall retain the same only for so long as may be necessary for examination thereof.

Entry into and inspection of places of entertainments.

14. (1) Any officer not below such rank as may be prescribed, may enter into, inspect and search any place of entertainment while the entertainment is proceeding at any reasonable time, for the purpose of ensuring that the provisions of this Act or any rules made thereunder are being complied with, and while doing so, such officer shall not be deemed to be a person, admitted to the entertainment.

(2) The proprietor of every entertainment shall give every reasonable assistance to the aforesaid officer in the performance of his duties under sub-section (1).

Power to impose penalties on proprietors of entertainments.

2[14-A. If the proprietor of an entertainment—

- (a) evades the payment of any duty due under the Act, or
- (b) obstructs any officer making an inspection, search or seizure under this Act, or
- (c) acts in contravention of, or fails to comply with, any of the provisions of this Act or the rules made thereunder,

the prescribed authority may, after affording such proprietor a reasonable opportunity of being heard, direct him to pay by way of penalty in addition to the duty due, if any, a sum not exceeding two thousand rupees.]

1 Proviso inserted by Punjab Act No. 10 of 1965, section, 4.

2 Substituted by Punjab Act No. 2 of 1973, section 4.

1[15. No court shall take cognizance of an offence under this Act except on a complaint made by a person authorised in this behalf by the Government, and no court inferior to that of a Judicial Magistrate of the first class shall be competent to try such an offence.]

Cognizance of offences.

16. (1) The prescribed authority may, at any time, accept from a person who has committed an offence under this Act, by way of composition of such offence, a sum of money not exceeding [fifty rupees] or double the amount of duty payable under this Act, whichever is greater.

Power to compound offences.

(2) On payment of such sum of money as may be determined under sub-section (1), the prescribed authority shall where necessary, report to the court that the offence has been compounded and thereafter no further proceedings shall be taken against the offender in respect of the same offence and the said court shall discharge or acquit the accused, as the case may be.

17. Any sum due under this Act shall be recoverable as arrears of land revenue.

Recoveries.

18. (1) Government may delegate all or any of its powers under this Act except those conferred upon it by sub-section (2) of section 1, section 20 and this section, to any person or authority subordinate to it.

Delegation of powers by the Government.

(2) The exercise of any power delegated under sub-section (1) shall be subject to such restrictions, limitations or conditions, if any, as may be laid down by the Government and shall also be subject to control and revision by it.

19. No action shall lie against Government or any of its officer or servant for any act done or purporting to be done in good faith under this Act.

Bar of certain proceedings

1 Substituted by Punjab Act, 2 of 1973 section 4.

2 Substituted by *ibid*, section 5.

Power to make
rules.

20. (1) The State Government may make rules generally for carrying out the provisions of this Act.

(2) In a particular and without prejudice to the generality of the foregoing power it may make rules—

- (a) for the supply and use of stamps or stamped tickets if required in connection with the levy of entertainments duty or for the stamping of tickets sent to be stamped, and for securing the defacement of stamps when used;
- (b) for the use of tickets covering the admission of more than one person and the calculation of the duty thereon for the payment of the duty on the transfer from one part of a place of entertainment to another;
- (c) for controlling the use of mechanical contrivances (including the prevention of the use of the same mechanical contrivances for payment of a different amount) and for securing proper records of (admission by means of mechanical contrivances;)

(d) for the checking of the admission, the keeping of accounts and furnishing of returns by the proprietors of entertainments in respect of which entertainments duty is payable in accordance with the provisions of this Act;

(e) for renewal of damaged or spoiled stamps and for the procedure to be followed on applications for refund;

(f) for the keeping of accounts of all stamps used under this Act;

(g) for prescribing the form of a ticket pass or token authorising admission to an entertainment;

(h) for the presentation and disposal of applications for exemption from payment of the entertainments duty or for the refund thereof;

(i) for the exemption from the entertainments duty on military personnel in uniform;

(j) for the collection of entertainments duty under this Act and the powers to be exercised by the officers of Government in that behalf;

1[* * * * *].

(l) for specifying the authorities who would be competent to compound offences under section 16.

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¹[(m) for laying down procedure for the hearing and disposal of appeals under section 11-A and applications under section 12 and all other matters incidental thereto.]

(3) All rules made under this Act shall be laid before ²[] the State Legislature during its session next ensuing after the publication thereof and may be confirmed, amended or revoked by it.

21. The Punjab Entertainments Duty Act, 1936 (Punjab Act III of 1936), is hereby repealed.

Repeal and sav.
ings.

Notwithstanding such repeal, anything done or any action taken including any orders, notifications or rules made or issued in exercise of the powers conferred by or under the repealed Act shall, to the extent of being consistent with the provisions of this Act be deemed to have been done or taken in exercise of the powers conferred by or under this Act.

³[THE SCHEDULE]

1 Clause (m) inserted by Punjab Act No. 10 of 1965 section 6 (2)

2 The words "both Houses of" omitted by the Adaptation of Punjab Laws order, 1970.

3 Schedule omitted by Punjab Act. No 32 of 1957, section 3.